

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

G

W-04120A
Grand Canyon Caverns & Inn, LLC
2523 N. Shady Forest Lane
Orange, CA 92867-1925

ANNUAL REPORT

FOR YEAR ENDING

12	31	2002
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RECEIVED

AUG 08 2005

FOR COMMISSION USE

ANN04	03
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Arizona Corporation Commission
Utilities Division

COMPANY INFORMATION

Company Name (Business Name) <u>Grand Canyon Caverns Inn LLC</u>			
Mailing Address <u>2523 N Shady Forest Lane</u>			
<u>Orange</u> (City)	<u>CA</u> (State)	<u>92867-1925</u> (Zip)	
<u>714-974-5994</u> Telephone No. (Include Area Code)	<u>714-282-8787</u> Fax No. (Include Area Code)	<u>928-301-7436</u> Pager/Cell No. (Include Area Code)	
Email Address <u>kfkgcc@hotmail.com</u>			
Local Office Mailing Address <u>P.O. Box 180</u>			
<u>Peach Springs</u> (City)	<u>AZ</u> (State)	<u>86434</u> (Zip)	
<u>928-422-4565</u> Local Office Telephone No. (Include Area Code)	<u>928-422-4470</u> Fax No. (Include Area Code)	<u>928-422-4470</u> Pager/Cell No. (Include Area Code)	
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: <u>Kim F. Kadletz</u> <u>Managing Member</u>			
<u>2523 N. Shady Forest Ln</u> (Street)		<u>Orange</u> (City)	<u>CA 92867-1925</u> (State) (Zip)
<u>(714) 974-5994</u> Telephone No. (Include Area Code)	<u>714-282-8787</u> Fax No. (Include Area Code)	<u>928-301-7436</u> Pager/Cell No. (Include Area Code)	
Email Address <u>kfkgcc@hotmail.com</u>			
On Site Manager: <u>Leroy Solomon</u>			
<u>mile Marker 115 Route 66</u> (Street)		<u>Peach Springs</u> (City)	<u>AZ 86434</u> (State) (Zip)
<u>928-422-4565</u> Telephone No. (Include Area Code)	<u>928-422-4470</u> Fax No. (Include Area Code)	<u>928-422-4470</u> Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: National Registered Agents Inc.
(Name)

302 N. First Avenue Suite 440 Phoenix AZ 85003
(Street) (City) (State) (Zip)

800-550-6724
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Kim F. Kadletz
(Name)

2523 N. Shady Forest Ln Orange CA 92867-1925
(Street) (City) (State) (Zip)

(714) 974-5994 714-282-8787
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input checked="" type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

GRAND CANYON CAVERNS & INN, LLC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	100,000	14,290	85,710
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	100,000	14,290	85,710

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME GRAND CANYON CABINETS & INN, LLC

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	100,000	14.290	14,290
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	100,000	14.290	14,290

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR ✓	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 0	\$ 515
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	0	410
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$	\$ 925
	FIXED ASSETS		
101	Utility Plant in Service	\$ 100,000	\$ 100,000
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	0	(14,290)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 100,000	\$ 85,710
	TOTAL ASSETS	\$ 100,000	\$ 86,635

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

NOTE: Figures extrapolated from overall corporate books

★ Utility purchased April 2002

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR ★	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 0	\$ 4,473
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 0	\$ 4,473
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 100,000	\$ 100,000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	0	(17,838)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 100,000	\$ 82,162
	TOTAL LIABILITIES AND CAPITAL	\$ 100,000	\$ 86,635

★ Utility purchased April 2002

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR ✓	CURRENT YEAR
461	Metered Water Revenue	\$ N/A	\$ 6610.
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$	\$ 6610
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$ 3958.
610	Purchased Water		
615	Purchased Power		1743.
618	Chemicals		
620	Repairs and Maintenance		637.
621	Office Supplies and Expense		
630	Outside Services		
635	Water Testing		3180
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense		14290
408	Taxes Other Than Income		
408.11	Property Taxes		640.
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$	\$ 24,448
	OPERATING INCOME/(LOSS)	\$	\$ (17,838)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$ 0
	NET INCOME/(LOSS)	\$	\$ (17,838)

* Utility purchased in April 2002

Figures extrapolated from overall corporate books

COMPANY NAME GRAND CANYON CABERNS & INN LLC

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	n/a			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$

0

Meter Deposits Refunded During the Test Year

\$

0

COMPANY NAME GRAND CANYON LAVERNS & INN LLC

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
unknown	5 HP	66	1000	6"		unknown
Baldor Motor						
Grand L Pumps	Gould Pumps	25V	DK13			
F0018321						

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
Baldor 5 HP	2	0	0

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	1	NONE	
80,000	1		

COMPANY NAME GRAND CANYON CAVERNS & INN

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3	Plastic	8.5 Miles
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	
1 1/2	
2	11
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Chlorine Control Pump

STRUCTURES:

8' x 12' Block Building Pump Station
4' x 4' Booster Station Shed

OTHER:

n/a

COMPANY NAME: GRAND CANYON CAVERNS & INN LLC

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS [*]	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	unknown	unknown	unknown
FEBRUARY	5	5	5
MARCH	5	5	5
APRIL	11	107,317	1001.28
MAY	11	162,090	1273.52
JUNE	11	173,000	1395.58
JULY	11	163,040	1283.64
AUGUST	11	127,300	1384.72
SEPTEMBER	11	98,290	732.80
OCTOBER	11	43,850	682.21
NOVEMBER	11	36,400	522.22
DECEMBER	11	52,192	843.35
TOTAL			9119.32

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. 0.046 mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

^{*} Utility Purchased April 2002

COMPANY NAME GRAND CANYON CAVENERS LTD LLC YEAR ENDING 12/31/~~2003~~ 2002

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year ~~2003~~ ²⁰⁰² was: \$ 0

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. Property taxes were paid by previous
owner. We began to pay property taxes in 2003

COMPANY NAME GRAND CANYON CABLENEWS INC LLC YEAR ENDING 12/31/²⁰⁰²~~2003~~

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

PART OF LARGER
ENTITY-DOES

State Taxable Income Reported
Estimated or Actual State Tax Liability

NOT FILE A TAX
RETURN FOR
UTILITY ONLY

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/Advances

0
0
0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

8-8-05
DATE

K.E. Kadletz
PRINTED NAME

Managing Member
TITLE

RECEIVED

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

AUG 08 2005

Arizona Corporation Commission
Utilities Division

VERIFICATION

STATE OF CA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>ORANGE</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>K.F. Kadletz, Managing Member</u>
COMPANY NAME	<u>Grand Canyon Caverns & Inn LLC</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2002</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1616.00

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS Eight DAY OF

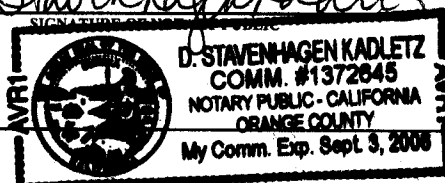
(SEAL)

MY COMMISSION EXPIRES September 3 2006

K.F. Kadletz
SIGNATURE OF OWNER OR OFFICIAL
714-974-5994
TELEPHONE NUMBER

COUNTY NAME	<u>ORANGE</u>
MONTH	<u>AUGUST</u>
	<u>2005</u>

D. Stavenhagen Kadletz
SIGNATURE OF NOTARY PUBLIC



RECEIVED

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

AUG 08 2005

Arizona Corporation Commission
Utilities Division

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	COCONINO	
NAME (OWNER OR OFFICIAL)	K.E Kadletz	TITLE Managing Member
COMPANY NAME	GRAND CANYON CAVERNS & INN LLC	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002-2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 6660.00

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

K.E Kadletz

SIGNATURE OF OWNER OR OFFICIAL

714-974-5974

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

Eighth

DAY OF

NOTARY PUBLIC NAME	D. Stavenhagen Kadletz	
COUNTY NAME	ORANGE	
MONTH	AUGUST	2005

(SEAL)

MY COMMISSION EXPIRES

September 3 2006

X *D. Stavenhagen Kadletz*

SIGNATURE OF NOTARY PUBLIC

